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June 25, 2014

The Honorable Jocelyn Boyd
Chief Clerk and Administrator
Public Service Commission of South Carolina
101 Executive Center Drive
Columbia, SC 29210

RECEIVED
2014 JUN 27 AM 10:23
SC PUBLIC SERVICE
COMMISSION

Re: Application of CUC, Inc. for adjustment of rates and charges and modifications of certain terms and conditions for the provision of water and wastewater services
Docket #2013-451-WS

Dear Ms. Boyd:

Enclosed please find for filing the above referenced application with Exhibits A-H, along with an additional copy of same.

If you have any questions, or if I may provide you with additional information, please do not hesitate to contact me.

Sincerely yours,



Steven G. Mikell

RECEIVED

JUN 30 2014

PSC SC
MAIL / DMS

Enclosures

cc: C. Dukes Scott, Esquire
Shannon Bowyer Hudson, Esquire
Office of Regulatory Staff

BEFORE
THE PUBLIC SERVICE COMMISSION
OF SOUTH CAROLINA
DOCKET NO. 2013-451-WS

RECEIVED
2014 JUN 27 AM 10:23
SC PUBLIC SERVICE
COMMISSION

IN RE:

Application of CUC, Inc. for Approval
of New Schedule of Rates and Charges and
Modifications to Certain Terms and Conditions
for the Provisions of Water and Sewer Service
Provided to its Customers at Callawassie Island
and Spring Island in Beaufort County,
South Carolina

APPLICATION

CUC, Inc. ("CUC") hereby applies to the South Carolina Public Service Commission for approval of an increase in its existing rates and charges pursuant to South Carolina Public Service Commission's rules and regulations and S.C. Code Ann. §58-5-240 (Supp. 2013). In support of its application, CUC provides the following information:

1. CUC is a closely held corporation organized and existing under the laws of the State of South Carolina and is a public utility within the meaning of S.C. Ann. 58-5-10(3) (Supp. 2013). CUC furnishes sewer collection and sewer treatment service and water distribution service to 1241 water customers and 704 sewer customers on Callawassie Island and Spring Island in Beaufort County under the schedule of rates approved by the Commission in Order Number 2005-535, Docket Number 2005-87-W/S, dated September 27, 2005.
2. Because CUC has experienced increased operating expenses and a marked decrease in revenues, an increase in rates is a necessity. And therefore, pursuant to S.C. Code Ann. §58-5-240, CUC respectfully applies for the approval of a new

schedule of rates and charges for water and sewerage service provided to its residential and commercial customers in all areas served. Notice of its intention to file the new schedules was given more than the required thirty days prior to this application.

3. CUC's last rate increase was approved on September 27, 2005 and was based on the level of operating expenses experienced in 2004.
4. Applicant proposes a test year of January 1, 2013 to December 31, 2013 and has prepared certain financial documents relating to that time period in support of the application, which documents are attached hereto and incorporated herein by this reference as Exhibits A through H. These financial statements include the following:

- a. **EXHIBIT A**
Proposed Schedule of Rates and Charges
- b. **EXHIBIT B**
Balance Sheet December 31, 2013
- c. **EXHIBIT C**
Income & Expense Statement December 31, 2013
Income & Expense Statement December 31, 2012
- d. **EXHIBIT D**
Proforma Income & Expense Statements
Operating Margins for the Test Year 2013
Adjustments for the Test Year 2013
- e. **EXHIBIT E**
Summary of Test Year Revenues
Summary of Proposed Revenues
- f. **EXHIBIT F**
Depreciation Schedule December 31, 2013
- g. **EXHIBIT G**
Current Customer Bill Form

h. **EXHIBIT H**
Most Recent Approval Letter from the South Carolina
Department of Health and Environmental Control

5. Applicant requests permission to stop billing and collecting all availability fees for both water and wastewater. The number of customers paying these fees has decreased, and delinquent accounts are more prevalent and are both difficult and costly to collect.
6. Applicant requests permission to change our billing frequency from monthly to every two months.
7. Applicant requests permission to be granted the right to pass through wholesale water increases to our customers, following proper proof and at least 30 days advance notice to the S.C. Public Service Commission and to the customers.
8. There is on file with this Commission a performance bond given to satisfy the requirements of S.C. Code Ann. §58-5-720 (Supp. 2013).
9. A map depicting Applicant's current service area is on file with the Commission.

**NEED AND JUSTIFICATION FOR RATE RELIEF
AND RATE SCHEDULE MODIFICATION**

10. Applicant submits that the proposed rate increase is necessary in order that it may provide reasonable and adequate service to its customers, cover its expenses, and be permitted an opportunity to earn a profit from its operations. Said rates proposed are also necessary in order that the Applicant may comply with the standards and regulations set by SCDHEC and other environmental regulatory authorities. Said rates will preserve the financial integrity of Applicant, promote continued improvements and maintenance

of its facilities, and thereby permit Applicant to continue providing reliable and high quality water and sewer services.

11. All communication or inquiries regarding this application should be directed as set forth below:

a. **Applicant's Representative:**
Mr. Billy F. Burnett
President
2109 Timberlane Drive
Florence, SC 29506
(843) 662-0753
(843) 673-9013 FAX
Email: billyfburnett@sc.rr.com

b. **Legal Counsel:**
Mr. Steven G. Mikell
310 West Pine Street
Florence, SC 29501
(843) 669-6262
(843) 669-6343 FAX
Email: steve@smikellaw.com

Therefore, having fully set forth its application, CUC prays that the Commission approve the rates proposed and grant to applicant such other further relief as the Commission may deem just and proper.

Respectfully submitted,

Mikell Law Firm

By: 

Steven G. Mikell, Esquire
Mikell Law Firm
310 West Pine Street
Florence, SC 29501
(843) 669-6262
Attorney for CUC, Inc.

Florence, South Carolina
This 25th day of June, 2014

SC PUBLIC SERVICE
COMMISSION

2014 JUN 27 AM 10:23

RECEIVED

EXHIBIT A

Proposed Schedule of Rates and Charges

EXHIBIT A

EXHIBIT A
DOCKET #2013-451-WS
PROPOSED RATE SCHEDULE

CUC, Inc.

SCHEDULE OF RATES AND CHARGES

WATER

1. Every Two Months Charges

Residential Water & Residential Irrigation

Base Facilities Charge

by Meter Size	5/8"x 3/4" Meter	\$	60.00
	1" Meter	\$	75.00
	1.5" Meter	\$	85.00
	2" Meter	\$	95.00

Commodity Charge: \$ 6.00 per 1000 gallons

Commercial Water & Commercial Irrigation

Base Facilities Charge

by Meter Size	5/8"x 3/4" Meter	\$	70.00
	1" Meter	\$	85.00
	1.5" Meter	\$	95.00
	2" Meter	\$	105.00

Commodity Charge: \$ 6.00 per 1000 gallons

2. Nonrecurring Charges

Existing Water Tap-In Fee (New Connections Only)

- A. 5/8"x 3/4" Meter \$525.00
B. 1" Meter \$700.00
C. Meter tap fees for meters larger than 1" will be cost plus service.

3. Notification, Account Set-Up, Disconnection, Reconnection, & Damage/Tampering Charges

A. Notification Fee:

A fee of twenty-five dollars (\$25.00) shall be charged each customer to whom the utility mails the notice as required by Commission Rule R. 103-735.1 prior to service being discontinued. This fee assesses a portion of the clerical and mailing costs of such

EXHIBIT A

notices to the customers creating the cost.

B. Customer Account Charge -

New Customers Only

\$30.00

A one-time fee to defray the cost of initiating service.

C. Disconnection Charges: In addition to any other charges that may be due, in those cases where a customer's service has been disconnected for any reason as set forth in Commission Rule R.103-732.5, or the customer is found to have vacated his premises or the customer has shown his intent to vacate his premises, a disconnection fee in the amount of forty-five dollars (\$45.00) shall be charged.

D. Reconnection Charges: In addition to any other charges that may be due, a reconnection fee of forty-five dollars (\$45.00) shall be due prior to the utility reconnecting service which has been disconnected for any reason set forth in Commission Rule R.103-732.5. Customers who ask to be reconnected within nine months of disconnection will be charged the monthly base facility charge for the service period they were disconnected. The reconnection fee shall also be due prior to reconnection if water service has been disconnected at the request of the customer.

E. Damage/Tampering Charges: In the event the Utility's equipment, water mains, water lines, meters, meter boxes, curb stops, service lines, valves, or other facilities have been damaged or tampered with by a customer, the Utility may charge the customer responsible for the damage the actual cost of repairing the Utility's equipment, not to exceed \$250, a damage/tampering fee. The damage/tampering fee must be paid in full prior to the Utility re-establishing water service or continuing the provision of water service.

4. Late Penalty Charge

Company may charge a late-payment penalty up to the maximum amount allowed by applicable South Carolina Statute and/or South Carolina Public Service Commission rule.

5. NSF Check Charge

Company may charge a NSF check charge up to the maximum amount allowed by applicable South Carolina Statute and/or South Carolina Public Service Commission rule.

6. Billing Cycle

Recurring charges will be billed every two months in arrears. Nonrecurring charges will be billed and collected in advance of service being provided.

EXHIBIT A

7. Wholesale Water Increases Pass Through

Company may pass through increases in wholesale water rates from Beaufort-Jasper Water & Sewer Authority to customers after giving them at least 30 days notice and also providing notice and proof of the increase to the S.C Public Service Commission.

SEWER

1. Every Two Months Charges

Residential Sewer

Base Facilities Charge

by Meter Size	5/8"x 3/4" Meter	\$	60.00
	1" Meter	\$	75.00
	1.5" Meter	\$	85.00
	2" Meter	\$	95.00

Commodity Charge: \$ 6.00 per 1,000 gallons

Commercial Sewer

Base Facilities Charge

by Meter Size	5/8"x 3/4" Meter	\$	70.00
	1" Meter	\$	85.00
	1.5" Meter	\$	95.00
	2" Meter	\$	105.00

Commodity Charge: \$ 6.00 per 1,000 gallons

Customers that receive water service from BJWSA will be charged based on their consumption as determined by BJWSA meter readings.

2. Nonrecurring Charges

Existing Sewer Tap-In Fee (New Connections Only)

A. 5/8"x 3/4" Meter	\$625.00
B. 1" Meter	\$700.00
C. 1-1/2" Meter	\$900.00
D. 2" Meter	\$1,000.00

3. Notification, Account Set-Up, Disconnection, Reconnection, & Damage/Tampering Charges

A. Notification Fee:

A fee of thirty-five dollars (\$35.00) shall be charged each customer to whom the utility mails the notice as required by Commission Rule R. 103-535.1 prior to service being discontinued. This fee assesses a portion of the clerical and mailing costs of such

EXHIBIT A

notices to the customers creating the cost.

B. Customer Account Charge -

New Customers Only

\$30.00

A one-time fee to defray the cost of initiating service.

C. Disconnection Charges: In addition to any other charges that may be due, in those cases where a customer's service has been disconnected for any reason as set forth in Commission Rule R.103-532.4, or the customer is found to have vacated his premises or the customer has shown his intent to vacate his premises, a disconnection fee in the amount of fifty dollars (\$50.00) shall be charged.

D. Reconnection Charges: In addition to any other charges that may be due, a reconnection fee of five hundred dollars (\$500.00) shall be due prior to the utility reconnecting service which has been disconnected for any reason set forth in Commission Rule R.103-532.4. Customers who ask to be reconnected within nine months of disconnection will be charged the monthly base facility charge for the service period they were disconnected. The reconnection fee shall also be due prior to reconnection if sewer service has been disconnected at the request of the customer.

E. Damage/Tampering Charges: In the event the Utility's equipment, sewage pipes, manholes, service pipes, clean-outs, or other facilities have been damaged or tampered with by a customer, the Utility may charge the customer responsible for the damage the actual cost of repairing the Utility's equipment, not to exceed \$250, a damage/tampering fee. The damage/tampering fee must be paid in full prior to the Utility re-establishing sewer service or continuing the provision of sewer service.

4. Late Penalty Charge

Company may charge a late-payment penalty up to the maximum amount allowed by applicable South Carolina Statute and/or South Carolina Public Service Commission rule.

5. NSF Check Charge

Company may charge a NSF check charge up to the maximum amount allowed by applicable South Carolina Statute and/or South Carolina Public Service Commission rule.

6. Billing Cycle

Recurring charges will be billed every two months in arrears. Nonrecurring charges will be billed and collected in advance of service being provided.

EXHIBIT B

Combined Balance Sheet December 31, 2013

Summary Balance Sheet December 31, 2013

EXHIBIT B
Docket #2013-451-WS
CUC, INC.

COMBINED BALANCE SHEET DECEMBER 31, 2013

CURRENT ASSETS

Cash in Bank	\$	89,994
Customer Accounts Receivable	\$	78,412
Grinder Stations on Hand	\$	<u>4,058</u>

Total Current Assets:	\$	172,463
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OTHER ASSETS

UTILITY PLANT IN SERVICE

Sewer Plant	\$	111,000
Sewer Pump Stations	\$	38,346
Sewer Mains	\$	82,209
Pumping Equipment	\$	6,034
Structures & Improvements	\$	736
Office Furniture & Equipment	\$	10,693
Tools, Shop & Garage Equipment	\$	866
Laboratory Equipment	\$	15,057
Power Operated Equipment	\$	63,121
Water Mains	\$	49,043
Meters & Meter Installations	\$	<u>18,207</u>

Total Other Assets	\$	395,313
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TRANSPORATION EQUIPMENT

Vehicles	\$	58,970
Trucks	\$	70,321
Other Transportation Equipment	\$	<u>6,089</u>

Total Transporation Equipment	\$	135,380
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TOTAL OTHER ASSETS

Less Accumulated Depreciation	\$	<u>464,231</u>
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TOTAL UTILITY PLANT IN SERVICE	\$	66,462
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TOTAL ASSETS	\$	238,926
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CURRENT LIABILITIES

Accounts Payable	\$	16,541
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LONG TERM LIABILITIES

Note Payable - CAT Financial	\$	56,037
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EXHIBIT B
Docket #2013-451-WS

CONTRIBUTED CAPITAL

Contributed Capital - Water Taps	\$	466,780
Contributed Capital - Sewer Taps	\$	274,820

TOTAL CONTRIBUTED CAPITAL	\$	741,600
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SHAREHOLDERS EQUITY

Capital Stock	\$	25,500
Retained Earnings	\$	(524,216)
Net Income	\$	(76,537)

TOTAL EQUITY	\$	(575,253)
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TOTAL LIABILITIES AND EQUITY	\$	238,926
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CUC, Inc.
Summary Balance Sheet
As of December 31, 2013

	<u>Dec 31, 13</u>
ASSETS	
Current Assets	
Checking/Savings	89,993.79
Accounts Receivable	78,411.57
Other Current Assets	<u>4,057.88</u>
Total Current Assets	172,463.24
Fixed Assets	<u>66,462.25</u>
TOTAL ASSETS	<u>238,925.49</u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	16,541.36
Other Current Liabilities	<u>741,599.91</u>
Total Current Liabilities	758,141.27
Long Term Liabilities	<u>56,037.37</u>
Total Liabilities	814,178.64
Equity	<u>-575,253.15</u>
TOTAL LIABILITIES & EQUITY	<u>238,925.49</u>

EXHIBIT C

Summary Income & Expense Statement December 31, 2013

Summary Income & Expense Statement December 31, 2012

CUC, Inc. Docket #2013-451-WS
Income Statement
January through December 2013

	<u>Jan - Dec 13</u>
Ordinary Income/Expense	
Income	
400 · OPERATING REVENUES - Water	581,408.57
400 WW · OPERATING REVENUES	<u>306,808.57</u>
Total Income	<u>888,217.14</u>
Gross Profit	888,217.14
Expense	
401 · OPERATING EXPENSES - WAT...	449,692.84
401WW · OPERATING EXPENSES - ...	447,027.86
403 · Depreciation Expenses	24,299.61
408 · Taxes Other Than Income	40,451.93
427.3 · Interest on Long-Term Debt	1,715.53
66000 · Payroll Expenses	<u>1,566.43</u>
Total Expense	<u>964,754.20</u>
Net Ordinary Income	<u>(76,537.06)</u>
Net Income	<u><u>(76,537.06)</u></u>

CUC, Inc. Docket #2013-451-WS
Income Statement
January through December 2012

	<u>Jan - Dec 12</u>
Ordinary Income/Expense	
Income	
400 · OPERATING REVENUES - Water	634,124.81
400 WW · OPERATING REVENUES	<u>291,600.93</u>
Total Income	<u>925,725.74</u>
Gross Profit	925,725.74
Expense	
401 · OPERATING EXPENSES - WAT...	488,343.19
401WW · OPERATING EXPENSES - ...	438,038.86
403 · Depreciation Expenses	12,727.97
408 · Taxes Other Than Income	39,865.49
427.3 · Interest on Long-Term Debt	724.28
66000 · Payroll Expenses	<u>1,535.65</u>
Total Expense	<u>981,235.44</u>
Net Ordinary Income	<u>(55,509.70)</u>
Net Income	<u><u>(55,509.70)</u></u>

EXHIBIT D

Proforma Income & Expense Statement

Operating Margins for Test Year 2013

Adjustments for Test Year 2013

Exhibit D

Docket #2013-451-WS

CUC, Inc.

Proforma Income & Expense Statement

Operating Margins for the Test Year 2013

Column Number =====>

Ordinary Income/Expense

1 400 · OPERATING REVENUES - Water

A. WATER SALES REVENUE

a. METERED WATER REVENUE

a. Residential

461.1 · Water Residential
465.1 · Water Residential Irrigation
Total a. Residential

b. Commercial

461.2 · Water Commercial
465.2 · Water Commercial Irrigation
Total b. Commercial

Total a. METERED WATER REVENUE

b. GUARANTEED REV. AVAILABILITY

469.1 · Water Callawassie Island
469.2 · Water Spring Island
Total b. GUARANTEED REV. AVAILABILITY

Total b. GUARANTEED REV. AVAILABILITY

c. FORFEITED DISCOUNT-LATE CHGS

470.1 · Residential Water Late Charge
470.2 · Residential Irrigation Late Chg
470.3 · Commercial Water Late Charge
470.5 · Availability Water Late Charge
Total c. FORFEITED DISCOUNT-LATE CHGS

d. MISCELLANEOUS SERVICE REV.

471.1 · Water Reconnect Fees
471.2 · Water Disconnect Fees
471.3 · Water Damage/Tampering Fees
471.6 · Water Delinquent Notice Fees
471.7 · Water Initiation Fees
Total d. MISCELLANEOUS SERVICE REV.

e. WATER ADJUSTMENTS

475.1 · Water Residential Adjustment
475.2 · Water Irrigation Adjustment
475.4 · Water Availability Adjustment

	(1) PER BOOKS TOTAL OPERATIONS	(2) PRO FORMA AND ACCOUNTING ADJUSTMENTS	(3) AFTER ADJUSTMENTS	(4) EFFECT OF PROPOSED INCREASE	(5) AFTER PROPOSED INCREASE
	309,424		309,424	215,014	524,438
	210,784		210,784	148,162	358,946
	520,208		520,208	363,176	883,384
	23,523		23,523	15,912	39,435
	12,631		12,631	8,633	21,264
	36,154		36,154	24,545	60,699
	556,362		556,362	387,721	944,083
	10,348		0		0
	6,452		0		0
	16,800	(16,800) (1)	0		0
	248		248		248
	178		178		178
	1		1		1
	2,645	(2,645) (2)	0		0
	3,073	(2,645)	427		427
	630		630	180	810
	0		0		0
	0		0		0
	1,552		1,552	8,148	9,700
	230		230	281	510
	2,412		2,412	8,609	11,020
	(974)		(974)		(974)
	(521)		(521)		(521)
	(2,543)	2,543 (3)	0		0

	(1)	(2)	(3)	(4)	(5)
	PER BOOKS TOTAL	PRO FORMA AND ACCOUNTING ADJUSTMENTS	AFTER ADJUSTMENTS	EFFECT OF PROPOSED INCREASE	AFTER PROPOSED INCREASE
Total e. WATER ADJUSTMENTS	(4,037)	2,543	(1,494)		(1,494)
f. EPA FEES					
474.2 · Safe Drinking Water Act Fees	4,677		4,677		4,677
Total f. EPA FEES	4,677		4,677		4,677
Total A. WATER SALES REVENUE	579,287	(16,903)	562,384	396,329	958,713
B. OTHER WATER REVENUES					
415.1 · Jobbing & Contract Work Water	8,095		8,095		8,095
416.1 · Cost Jobbing & Contract Work-W	(7,000)		(7,000)		(7,000)
471.8 · Water Miscellaneous Repairs	1,027		1,027		1,027
Total B. OTHER WATER REVENUES	2,122		2,122		2,122
Total 400 · OPERATING REVENUES - Water	581,409	(16,903)	564,506	396,329	960,835
400 WW · OPERATING REVENUES					
A. WASTEWATER SALES REVENUE					
a. Measured Rev.-Gen. Customers					
522.1 · WW Residential	249,104		249,104	182,324	431,428
522.2 · WW Commercial	17,747		17,747	14,109	31,856
Total a. Measured Rev.-Gen. Customers	266,851		266,851	196,433	463,284
b. GUARANTEED REV. AVAILABILITY					
521.6CI · CI WW Availability Fees	10,348		0		0
521.6SI · SI WW Availability Fees	4,692		0		0
Total b. GUARANTEED REV. AVAILABILITY	15,040	(15,040)	0		0
c. FORFEITED DISCOUNTS -LateChg					
532.1 · Residential Wastewater	232		232	232	232
532.2 · Commercial Wastewater	1		1	1	1
532.3 · Availability Wastewater	2,642		0		0
Total c. FORFEITED DISCOUNTS -LateChg	2,875	(2,642)	233		233
d. MISCELLANEOUS SERVICE REV.					
536.10 · WW Reconnect Fees	0		0		0
536.2 · WW Disconnect Fees	0		0		0
536.3 · WW Damage/Tampering Fees	0		0		0
536.10 · WW Initiation Fees	27		27	33	60
536.9 · WW Delinquent Notice	988		988	7,657	8,645
Total d. MISCELLANEOUS SERVICE REV.	1,015		1,015	7,690	8,705
e. ADJUSTMENTS - WW					
537.1 · WW Residential	(1,325)		(1,325)		(1,325)
537.3 · WW Availability	(2,503)	2,503	0		0

	(1)	(2)	(3)	(4)	(5)
	PER BOOKS TOTAL	PRO FORMA ACCOUNTING ADJUSTMENTS	AFTER ADJUSTMENTS	EFFECT OF PROPOSED INCREASE	AFTER PROPOSED INCREASE
	(3,827)		(1,325)		(1,325)
Total e. ADJUSTMENTS - WW	281,954	(15,180)	266,774	204,123	470,897
Total A. WASTEWATER SALES REVENUE					
B. OTHER WASTEWATER REVENUE					
415.2 · Jobbing & Contract Work WW	26,725		26,725		26,725
416.2 · Cost WW Jobbing & Contract Work	(14,118)		(14,118)		(14,118)
536.11 · Wastewater Miscellaneous Repair	12,248		12,248		12,248
536.12 · Miscellaneous Revenue - WW	0		0		0
Total B. OTHER WASTEWATER REVENUE	24,855		24,855		24,855
Total 400 WW · OPERATING REVENUES	306,809	(15,180)	291,629	204,123	495,752
Total Income	888,217	(32,082)	856,135	600,452	1,456,587
401 · OPERATING EXPENSES - WATER					
A. Salaries and Wages - Water					
Total A. Salaries and Wages - Water	153,187	11,489	164,676		164,676
B. Employee Pensions & Benefits					
604.1 · Employee 401K Expense - Water	12,252	1,149	13,401		13,401
604.2 · Employee Health Insurance					
604.2 · Employee Health Insurance - Other	(52)				
Total 604.2 · Employee Health Insurance	66,029	806	66,835		66,835
Total B. Employee Pensions & Benefits	78,280		80,235		80,235
C. Purchased Water					
610 · Purchased Water	167,172	16,717	183,889		183,889
Total C. Purchased Water	167,172				
F. Materials & Supplies					
Office Supplies					
620.7B · Office Supplies - Customer Acct	1,409		1,409		1,409
620.8B · Office Supplies - Admin.	1,667		1,667		1,667
Total Office Supplies	3,076		3,076		3,076
Postage					
620.7A · Postage - Customer Accounts	2,299				
620.8A · Postage - Administrative	240				
Total Postage	2,539	166	2,705		2,705
620.6 · Maintenance Expenses	10,582		10,582		10,582
Total F. Materials & Supplies	16,197		16,362		16,362
G. Contractual Services					
632 · Contractual Services Accounting	445		445		445
635 · Contractual Services Testing	3,854	3,480	7,334		7,334
Total G. Contractual Services	4,299		7,779		7,779

	(1)	(2)	(3)	(4)	(5)
	PER BOOKS TOTAL OPERATIONS	PRO FORMA AND ACCOUNTING ADJUSTMENTS	AFTER ADJUSTMENTS	EFFECT OF PROPOSED INCREASE	AFTER PROPOSED INCREASE
H. Rentals					
641.8 · Rental of Office Space	0	3,600	3,600		3,600
Total H. Rentals		<u>3,600</u>			
I. Transportation Expenses					
Operators Gas and Oil Expense					
Total Operators Gas and Oil Expense	6,209		6,209		6,209
650 · Transportation Expenses	4,186	2,324	6,510		6,510
Total I. Transportation Expenses	<u>10,395</u>		<u>12,719</u>		<u>12,719</u>
J. Insurance Expense					
656 · Insurance - Vehicle	3,765	514	4,279		4,279
657 · Insurance - General Liability	1,993	220	2,213		2,213
658 · Insurance - Workman's Compensa.	4,381	221	4,602		4,602
659 · Insurance - Other	237		237		237
Total J. Insurance Expense	<u>10,376</u>	<u>955</u>	<u>11,331</u>		<u>11,331</u>
K. Regulatory Commission Expense					
666 · Amortization of Rate Case Expense	0	2,000	2,000		2,000
Total K. Regulatory Commission Expense	<u>0</u>	<u>2,000</u>			
M. Water Miscellaneous Expense					
675.8A · Telephone Expenses - Water	6,570	(1,184)	5,386		5,386
675.8B · Internet Expenses	1,598	(509)	1,089		1,089
675.8C · Trash Pickup Expenses	436		436		436
675.8D · Seminars & Training	225		225		225
675.8E · Miscellaneous Expenses - Water	959		959		959
Total M. Water Miscellaneous Expense	<u>9,787</u>	<u>(1,693)</u>	<u>8,095</u>		<u>8,095</u>
Total 401 · OPERATING EXPENSES - WATER	<u>449,693</u>	<u>37,514</u>	<u>490,687</u>		<u>490,687</u>
401WW · OPERATING EXPENSES - WW					
A. Salaries & Wages-Wastewater					
Total A. Salaries & Wages-Wastewater	201,528	15,115	216,643		216,643
B. Employee Pensions & Benefits					
704.2 · Employee Health Insurance WW - Other	(52)				
Total 704.2 · Employee Health Insurance WW	66,028	806	66,834		66,834
Total B. Employee Pensions & Benefits	<u>80,224</u>	<u>2,317</u>	<u>82,541</u>		<u>82,541</u>
C. Sludge Removal Expense					
711 · Sludge Removal Expense	6,411	14,000	20,411		20,411
Total C. Sludge Removal Expense	<u>6,411</u>				
D. Purchased Power					
715.3 · Purchased Power-Pump Exp-Operat	10,198				
715.5 · Purchased Power-Treat&Dispos Ex	48,121				

	(1)	(2)	(3)	(4)	(5)
	PER BOOKS TOTAL	PRO FORMA AND ACCOUNTING ADJUSTMENTS	AFTER ADJUSTMENTS	EFFECT OF PROPOSED INCREASE	AFTER PROPOSED Adj. No. INCREASE
Total D. Purchased Power	58,319	4,665 (25)	62,984		62,984
E. Chemicals					
718 · Chemicals WW	5,692	88 (26)	5,780		5,780
Total E. Chemicals	5,692				
F. Materials and Supplies 720					
Office Supplies	1,409		1,409		1,409
720.7B · Office Supplies-Customer Acc.	1,667		1,667		1,667
720.8B · Office Supplies - Admin. WW	3,076		3,076		3,076
Total Office Supplies					
Postage	2,299				
720.7A · Postage - Customer Accounts WW	240				
720.8A · Postage - Administrative WW	2,539	166 (27)	2,705		2,705
Total Postage	27,987		27,987		27,987
720.6 · Maintenance Expenses WW	64		64		64
F. Materials and Supplies 720 - Other	33,665		33,831		33,831
Total F. Materials and Supplies 720					
G. Contractual Services	445		445		445
732 · Contractual Service Accounting	29,262	(3,480) (28)	25,782		25,782
735 · Contractual Service Testing	29,707		26,227		26,227
Total G. Contractual Services					
H. Rentals					
741.8 · Rental of Office Space	0	3,600 (29)	3,600		3,600
742 · Rental Equipment WW	1,000		1,000		1,000
Total H. Rental Equipment	1,000	3,600	4,600		4,600
I. Transportation Expenses					
Operators Gas and Oil Expense	6,209		6,209		6,209
Total Operators Gas and Oil Expense	4,103	2,324 (30)	6,427		6,427
750 · Transportation Expenses WW	10,312		12,636		12,636
Total I. Transportation Expenses					
J. Insurance Expense					
756 · Insurance - Vehicle WW	3,765	514 (31)	4,279		4,279
757 · Insurance -General Liability WW	1,993	220 (32)	2,213		2,213
758 · Insurance -Workman's Comp WW	4,381	221 (33)	4,602		4,602
759 · Insurance - Other	237		237		237
Total J. Insurance Expense	10,376	955	11,331		11,331
K. Regulatory Commission Expense					
766 · Amortization of Rate Case Expense	0	2,000 (34)	2,000		2,000
Total K. Regulatory Commission Expense	0	2,000			
M. Wastewater Misc. Expenses					
775.8A · Telephone Expenses WW	6,570	(1,184) (35)	5,386		5,386

Column Number =====>

	(1)	(2)	(3)	(4)	(5)
	PER BOOKS	PRO FORMA			
	TOTAL	ACCOUNTING	AFTER	EFFECT OF	AFTER
	OPERATIONS	ADJUSTMENTS	ADJUSTMENTS	PROPOSED	PROPOSED
		No.	No.	INCREASE	INCREASE
775.8B · Internet Expenses WW	1,598	(509)	1,089		1,089
775.8C · Trash Pickup Services WW	436		436		436
775.8D · Seminars & Training WW	288		288		288
775.8E · Miscellaneous WW	903		903		903
Total M. Wastewater Misc. Expenses	9,794	(1,693)	8,101		8,101
Total 401WW · OPERATING EXPENSES - WW	447,028	43,538	487,086		487,086
403 · Depreciation Expenses					
403.1 · Depreciation Expense - Water	12,543				
403.2 · Depreciation Expense-Wastewater	11,756				
Total 403 · Depreciation Expenses	24,300	37,944	62,244		62,244
408 · Taxes Other Than Income					
408.10 · Utility Regulatory Assessment	6,109	0	6,109	2,919	9,028
408.13 · Other Taxes and Licenses	3,799		3,799	(54)	3,799
408.3 · FICA Tax	21,992	1,649	23,642		23,642
408.4 · Medicare Tax	5,143	386	5,529		5,529
408.5 · FUTA Tax	294		294		294
408.6 · SUTA Tax	80		80		80
408 · Taxes Other Than Income - Other	3,034		3,034		3,034
Total 408 · Taxes Other Than Income	40,452	2,035	42,487		45,406
409 · Income Taxes	0		0	144,694	144,694
427.3 · Interest on Long-Term Debt					
427.3A · Interest on CAT Finance Note	1,693	378	2,071		2,071
427.3A · Interest on Trucks	0	682	682		682
427.3A · Interest on Automobiles	0	496	496		496
427.3 · Interest on Long-Term Debt - Other	23		23		23
Total 427.3 · Interest on Long-Term Debt	1,716	1,556	3,272		3,272
66000 · Payroll Expenses	1,566		1,566		1,566
Total Expense	964,754	122,587	1,087,342	147,613	1,234,954
Operating Income/Losses	(76,537)		(231,207)		221,633
Operating Margins/Losses	-8.62%		-27.01%		15%

CUC, Inc. PSC Docket #2013-451-WS Exhibit D**Accounting and Proforma Adjustments for the Twelve Months Ending 12-31-13**

Adj. #	Explanation of Adjustments
1	Company proposes to eliminate all water availability fees
2	Removal of water availability late charges
3	Removal of water availability adjustments
4	Company proposes to eliminate all wastewater availability fees
5	Removal of wastewater availability late charges
6	Removal of wastewater availability adjustments
7	To annualize increased water payroll amounts
8	To annualize increased water 401-K expense
9	Adjustment to reflect current health insurance premiums
10	To reflect increased wholesale price for purchased water
11	To reflect increased postage rates
12	To correct lab expense improperly charged to WW
13	To annualize office rental expense
14	To remove non-utility gas expense (-\$1276) and to add vehicle rent (\$3600)
15	To reflect increase in vehicle insurance expense
16	To reflect increase in general liability insurance expense
17	To reflect increase in workman's comp insurance expense
18	To allocate rate case expenses of \$12,000 over a 3-year period
19	To remove non-utility telephone expense
20	To remove non-utility cable expense
21	To annualize increased wastewater payroll amounts
22	To annualize increased wastewater 401-K expense
23	Adjustment to reflect current health insurance premiums
24	To annualize sludge disposal expense
25	To reflect increased price for purchased power
26	To reflect increase in price for chemicals
27	To reflect increased postage rates
28	To correct lab expense improperly charged to WW
29	To annualize office rental expense
30	To remove non-utility gas expense (-\$1276) and to add vehicle rent (\$3600)
31	To reflect increase in vehicle insurance expense
32	To reflect increase in general liability insurance expense
33	To reflect increase in workman's comp insurance expense
34	To allocate rate case expenses of \$12,000 over a 3-year period
35	To remove non-utility telephone expense
36	To remove non-utility cable expense
37	To reflect depreciation expense on new backhoe, trucks, and car
38	To reflect increased FICA on increased payroll
39	To reflect increase Medicare on increased payroll
40	To annualize interest expense on new backhoe
41	To annualize interest expense on new trucks
42	To annualize interest expense on new car
43	To adjust water residential revenues based on company's proposed water rates
44	To adjust water residential irrigation revenues based on company's proposed water rates
45	To adjust water commercial revenues based on company's proposed water rates
46	To adjust water commercial irrigation revenues based on company's proposed water rates
47	To adjust water reconnect fees based on company's proposed rates
48	To adjust water delinquent notice fees based on company's proposed rates
49	To adjust water initiation fees based on company's proposed rates
50	To adjust wastewater residential revenues based on company's proposed water rates
51	To adjust wastewater commercial revenues based on company's proposed water rates
52	To adjust wastewater initiation fees based on company's proposed rates
53	To adjust wastewater delinquent notice fees based on company's proposed rates
54	To reflect increase in gross receipts tax on proposed revenues
55	To reflect federal and state income taxes on proposed profit

EXHIBIT E

Summary of Test Year Revenues

Summary of Proposed Revenues

CUC, Inc. - Water Consumption & Revenues Report (Test Year 2013) - PSC Docket #2013-451-WS

	Commercial Meters		Totals
	Residential Meters Total	Commercial Meters Total	
Total Consumption	72,464,790	6,801,130	79,265,920
Total Base Charges	\$ 262,415	\$ 11,760	\$ 274,175
Total Commodity Chg	\$ 258,035	\$ 24,152	\$ 282,187
Total Sewer Revenues	\$ 520,450	\$ 35,912	\$ 556,362

CUC, Inc. - Sewer Consumption & Revenues Report (Test Year 2013) - PSC Docket #2013-451-WS

	Commercial Meters		Totals
	Residential Meters Total	Commercial Meters Total	
Total Consumption	30,495,911	3,094,460	33,590,371
Total Base Charges	\$ 146,068	\$ 7,980	\$ 154,048
Total Commodity Chg	\$ 102,466	\$ 10,337	\$ 112,803
Total Sewer Revenues	\$ 248,533	\$ 18,317	\$ 266,851

\$ 823,213

CUC, Inc. - Water Revenues at Proposed Bi-Monthly Rates - PSC Docket #2013-451-WS

	Residential Meters		Commercial Meters		Totals
	Total		Total		
Water Customers		753		31	784
Total Consumption		40,491,384		4,082,580	44,573,964
Total Base Charge	\$	281,490	\$	14,940	296,430
Total Commodity Chg	\$	242,948	\$	24,495	267,444
Total Water Revenue	\$	524,438	\$	39,435	563,874

	Residential Irrigation Meters		Commercial Irrigation Meters		Totals
	Total		Total		
Irrigation Customers		444		10	454
Total Consumption		32,779,296		2,739,060	35,518,356
Total Base Charge	\$	162,270	\$	4,830	167,100
Total Commodity Chg	\$	196,676	\$	16,434	213,110
Total Water Revenue	\$	358,946	\$	21,264	380,210

Grand Totals					
	All Residential Meters		All Commercial Meters		Grand Totals
	Total		Total		
Total Consumption		73,270,680		6,821,640	80,092,320
Total Base Charge	\$	443,760	\$	19,770	463,530
Total Commodity Chg	\$	439,624	\$	40,930	480,554
Total Water Revenue	\$	883,384	\$	60,700	944,084

CUC, Inc. - Wastewater Revenues at Proposed Bi-Monthly Rates - PSC Docket #2013-451-WS

	Residential Customers		Commercial Customers		Totals
	Total		Total		
Wastewater Customers		676		28	704
Total Consumption		30,594,672		3,094,416	33,689,088
Total Base Charge	\$	247,860	\$	13,290	261,150
Total Commodity Chg	\$	183,568	\$	18,566	202,135
Total Sewer Revenue	\$	431,428	\$	31,856	463,285

\$ 1,407,368

EXHIBIT F

Depreciation Schedule December 31, 2013

CUC, INC.
Depreciation Expense Report
As of December 31, 2013

Book = Tax

FYE Month = December

Sys No	In Svc Date	Acquired Value	P T	Depr Meth	Est Life	Salv/168 Allow Sec 179	Depreciable Basis	Prior Thru	Prior Accum Depreciation	Depreciation This Run	Current YTD Depreciation	Current Accum Depreciation	Key Code
Class = J1													
000035	2007 Lexus												
	12/23/06	58,970.00	P	MF200	05 00	0.00	58,970.00	12/31/12	58,970.00	0.00	0.00	58,970.00	s
	Class = J1	58,970.00				0.00	58,970.00		58,970.00	0.00	0.00	58,970.00	
	Less disposals and transfers	0.00				0.00	0.00		0.00			0.00	
	Count = 0												
	Net Subtotal	58,970.00				0.00	58,970.00		58,970.00	0.00	0.00	58,970.00	
	Count = 1												
Class = J2													
000048	2009 FORD F 150												
	01/30/09	34,316.42	P	MF200	05 00	0.00	34,316.42	12/31/12	28,386.54	3,953.25	3,953.25	32,339.79	s
000049	2009 FORD F 150												
	01/30/09	18,002.41	P	MF200	05 00	0.00	18,002.41	12/31/12	14,891.59	2,073.88	2,073.88	16,965.47	s
000050	2009 FORD F150												
	01/30/09	18,002.41	P	MF200	05 00	0.00	18,002.41	12/31/12	14,891.59	2,073.88	2,073.88	16,965.47	s
	Class = J2	70,321.24				0.00	70,321.24		58,169.72	8,101.01	8,101.01	66,270.73	
	Less disposals and transfers	0.00				0.00	0.00		0.00			0.00	
	Count = 0												
	Net Subtotal	70,321.24				0.00	70,321.24		58,169.72	8,101.01	8,101.01	66,270.73	
	Count = 3												
Class = J4													
000016	CATERPILLAR 416B BACKHOE												
	05/15/93	53,973.00	P	MF200	05 00	0.00	53,973.00	06/30/13	53,973.00	0.00	0.00	53,973.00	ds
000064	CAT BACKHOE												
	06/30/13	63,121.00	P	MF200	05 00	0.00	63,121.00		0.00	12,624.20	12,624.20	12,624.20	
	Class = J4	117,094.00				0.00	117,094.00		53,973.00	12,624.20	12,624.20	66,597.20	
	Less disposals and transfers	(53,973.00)				0.00	(53,973.00)		(53,973.00)			(53,973.00)	
	Count = 1												
	Net Subtotal	63,121.00				0.00	63,121.00		0.00	12,624.20	12,624.20	12,624.20	
	Count = 1												
Class = J6													
000024	FP ULTIMAIL MAIL MACHINE												
	06/05/06	4,616.37	P	MF200	07 00	0.00	4,616.37	12/31/12	4,410.37	206.00	206.00	4,616.37	s
000038	COMPUTER												
	02/28/07	741.09	P	MF200	05 00	0.00	741.09	12/31/12	741.09	0.00	0.00	741.09	s
000039	FOLDER/INSERTER MACHINE												
	10/31/07	4,595.75	P	MF200	05 00	0.00	4,595.75	12/31/12	4,595.75	0.00	0.00	4,595.75	s
000059	A/C UNIT												
	08/29/13	739.88	P	MF200	07 00	0.00	739.88		0.00	105.70	105.70	105.70	

CUC, INC.
Depreciation Expense Report
As of December 31, 2013

Book = Tax

FYE Month = December

Sys No	In Svc Date	Acquired Value	P T	Depr Meth	Est Life	Salv/168 Allow Sec 179	Depreciable Basis	Prior Thru	Prior Accum Depreciation	Depreciation This Run	Current YTD Depreciation	Current Accum Depreciation	Key Code
Class = J6													
		10,693.09				0.00	10,693.09		9,747.21	311.70	311.70	10,058.91	
	Less disposals and transfers	0.00				0.00	0.00		0.00			0.00	
	Count = 0												
	Net Subtotal	10,693.09				0.00	10,693.09		9,747.21	311.70	311.70	10,058.91	
	Count = 4												
Class = S1													
000023	A/C UNIT - SPR IS PLANT												
	07/03/06	736.45	P	MF200	07 00	0.00	736.45	12/31/12	703.59	32.86	32.86	736.45	s
	Class = S1	736.45				0.00	736.45		703.59	32.86	32.86	736.45	
	Less disposals and transfers	0.00				0.00	0.00		0.00			0.00	
	Count = 0												
	Net Subtotal	736.45				0.00	736.45		703.59	32.86	32.86	736.45	
	Count = 1												
Class = S2													
000002	SEWER PUMP												
	01/15/86	20,000.00	P	SLMM	15 00	0.00	20,000.00	12/31/12	20,000.00	0.00	0.00	20,000.00	
000003	SEWER PUMP												
	01/15/87	8,966.00	P	SLMM	15 00	0.00	8,966.00	12/31/12	8,538.03	0.00	0.00	8,538.03	
000004	SEWER PUMP												
	01/15/88	4,799.00	P	SLMM	15 00	0.00	4,799.00	12/31/12	4,719.16	0.00	0.00	4,719.16	
000008	SEWER PUMP STATION												
	07/15/89	4,581.24	P	SLMM	15 00	0.00	4,581.24	12/31/12	4,581.24	0.00	0.00	4,581.24	
	Class = S2	38,346.24				0.00	38,346.24		37,838.43	0.00	0.00	37,838.43	
	Less disposals and transfers	0.00				0.00	0.00		0.00			0.00	
	Count = 0												
	Net Subtotal	38,346.24				0.00	38,346.24		37,838.43	0.00	0.00	37,838.43	
	Count = 4												
Class = S3													
000005	SEWER MAIN												
	01/15/86	33,000.00	P	SLMM	15 00	0.00	33,000.00	12/31/12	33,000.00	0.00	0.00	33,000.00	
000006	SEWER MAIN												
	01/15/87	21,519.00	P	SLMM	15 00	0.00	21,519.00	12/31/12	20,490.60	0.00	0.00	20,490.60	
000007	SEWER MAIN												
	01/15/88	19,973.00	P	SLMM	15 00	0.00	19,973.00	12/31/12	19,641.36	0.00	0.00	19,641.36	
000009	SEWER MAINS												
	07/15/89	7,717.43	P	SLMM	15 00	0.00	7,717.43	12/31/12	7,717.43	0.00	0.00	7,717.43	
	Class = S3	82,209.43				0.00	82,209.43		80,849.39	0.00	0.00	80,849.39	
	Less disposals and transfers	0.00				0.00	0.00		0.00			0.00	
	Count = 0												
	Net Subtotal	82,209.43				0.00	82,209.43		80,849.39	0.00	0.00	80,849.39	
	Count = 4												
Class = S4													
000022	HYSROMATIC NON-CLOG PUMP												

CUC, INC.
Depreciation Expense Report
As of December 31, 2013

Book = Tax

FYE Month = December

Sys No	In Svc Date	Acquired Value	P T	Depr Meth	Est Life	Salv/168 Allow Sec 179	Depreciable Basis	Prior Thru	Prior Accum Depreciation	Depreciation This Run	Current YTD Depreciation	Current Accum Depreciation	Key Code
Class = S4													
	08/02/06	6,033.52	P	MF200	07 00	0.00	6,033.52	12/31/12	5,764.28	269.24	269.24	6,033.52	s
	Class = S4	6,033.52				0.00	6,033.52		5,764.28	269.24	269.24	6,033.52	
	Less disposals and transfers	0.00				0.00	0.00		0.00			0.00	
	Count = 0												
	Net Subtotal	6,033.52				0.00	6,033.52		5,764.28	269.24	269.24	6,033.52	
	Count = 1												
Class = S5													
000001	SEWER PLANT												
	01/15/86	111,000.00	P	SLMM	15 00	0.00	111,000.00	12/31/12	111,000.00	0.00	0.00	111,000.00	
	Class = S5	111,000.00				0.00	111,000.00		111,000.00	0.00	0.00	111,000.00	
	Less disposals and transfers	0.00				0.00	0.00		0.00			0.00	
	Count = 0												
	Net Subtotal	111,000.00				0.00	111,000.00		111,000.00	0.00	0.00	111,000.00	
	Count = 1												
Class = S7													
000028	MULTIPARAMETER WATER QUALITY ANALYSER												
	03/22/06	12,461.00	P	MF200	07 00	0.00	12,461.00	12/31/12	11,904.94	556.06	556.06	12,461.00	s
000051	DISSOLVED OXIGEN METER												
	05/07/09	826.59	P	MF200	07 00	0.00	826.59	12/31/12	568.39	73.77	73.77	642.16	
000058	YSI pH METER												
	06/12/13	1,769.72	P	MF200	07 00	0.00	1,769.72		0.00	252.82	252.82	252.82	
	Class = S7	15,057.31				0.00	15,057.31		12,473.33	882.65	882.65	13,355.98	
	Less disposals and transfers	0.00				0.00	0.00		0.00			0.00	
	Count = 0												
	Net Subtotal	15,057.31				0.00	15,057.31		12,473.33	882.65	882.65	13,355.98	
	Count = 3												
Class = S9													
000025	SHOVEL												
	02/03/06	26.21	P	MF200	07 00	0.00	26.21	12/31/12	25.04	1.17	1.17	26.21	s
000026	ALUM LADDER												
	08/03/06	143.32	P	MF200	07 00	0.00	143.32	12/31/12	136.93	6.39	6.39	143.32	s
000027	AL WRENCH CWWTP												
	09/04/06	89.02	P	MF200	07 00	0.00	89.02	12/31/12	85.05	3.97	3.97	89.02	s
000040	ELECTRIC WINCH												
	09/18/07	464.20	P	MF200	07 00	0.00	464.20	12/31/12	402.06	41.43	41.43	443.49	s
	Class = S9	722.75				0.00	722.75		649.08	52.96	52.96	702.04	
	Less disposals and transfers	0.00				0.00	0.00		0.00			0.00	
	Count = 0												
	Net Subtotal	722.75				0.00	722.75		649.08	52.96	52.96	702.04	
	Count = 4												
Class = W1													
000010	WATER MAINS												

CUC, INC.
Depreciation Expense Report
As of December 31, 2013

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Sys No	In Svc Date	Acquired Value	P T	Depr Meth	Est Life	Salv/168 Allow Sec 179	Depreciable Basis	Prior Thru	Prior Accum Depreciation	Depreciation This Run	Current YTD Depreciation	Current Accum Depreciation	Key Code
Class = W1													
000011	07/15/89	4,408.00	P	SLMM	15 00	0.00	4,408.00	12/31/12	4,408.00	0.00	0.00	4,408.00	
	WATER MAIN												
000012	01/15/86	21,000.00	P	SLMM	15 00	0.00	21,000.00	12/31/12	21,000.00	0.00	0.00	21,000.00	
	WATER MAIN												
000013	01/15/87	14,346.00	P	SLMM	15 00	0.00	14,346.00	12/31/12	12,703.40	0.00	0.00	12,703.40	
	WATER MAIN												
	01/15/88	9,289.00	P	SLMM	15 00	0.00	9,289.00	12/31/12	9,133.20	0.00	0.00	9,133.20	
	Class = W1	49,043.00				0.00	49,043.00		47,244.60	0.00	0.00	47,244.60	
	Less disposals and transfers	0.00				0.00	0.00		0.00			0.00	
	Count = 0												
	Net Subtotal	49,043.00				0.00	49,043.00		47,244.60	0.00	0.00	47,244.60	
	Count = 4												

Class = W2

000029	METERS												
	03/12/06	472.05	P	MF200	07 00	0.00	472.05	12/31/12	450.99	21.06	21.06	472.05	s
000030	MASTER METER												
	05/30/06	320.25	P	MF200	07 00	0.00	320.25	12/31/12	305.96	14.29	14.29	320.25	s
000031	12 1 METERS AND SUPPLIES												
	06/08/06	913.34	P	MF200	07 00	0.00	913.34	12/31/12	872.58	40.76	40.76	913.34	s
000032	24 3/4 METERS, 4 1 METERS												
	07/19/06	1,370.64	P	MF200	07 00	0.00	1,370.64	12/31/12	1,309.48	61.16	61.16	1,370.64	s
000033	12 METERS												
	12/08/06	468.93	P	MF200	07 00	0.00	468.93	12/31/12	448.00	20.93	20.93	468.93	s
000036	METERS WATER												
	04/18/07	901.13	P	MF200	07 00	0.00	901.13	12/31/12	780.49	80.43	80.43	860.92	s
000037	WATER METERS												
	08/14/07	910.06	P	MF200	07 00	0.00	910.06	12/31/12	788.23	81.22	81.22	869.45	s
000041	12-3/4" WATER METERS												
	07/01/08	623.05	P	MF200	07 00	0.00	623.05	12/31/12	484.04	55.60	55.60	539.64	s
000042	8 MASTER METERS												
	08/06/08	898.80	P	MF200	07 00	0.00	898.80	12/31/12	698.26	80.22	80.22	778.48	s
000043	12 - 3/4 WATER METERS												
	01/14/08	475.39	P	MF200	07 00	0.00	475.39	12/31/12	369.32	42.43	42.43	411.75	s
000044	12 3/4 MSTR METERS												
	01/14/09	558.54	P	MF200	07 00	0.00	558.54	12/31/12	384.07	49.85	49.85	433.92	
000045	WATER METERS												
	04/28/09	1,178.07	P	MF200	07 00	0.00	1,178.07	12/31/12	810.09	105.14	105.14	915.23	
000046	MASTER METER												
	05/11/09	326.35	P	MF200	07 00	0.00	326.35	12/31/12	224.41	29.13	29.13	253.54	
000047	4 MASTER METERS												
	10/09/09	449.40	P	MF200	07 00	0.00	449.40	12/31/12	309.02	40.11	40.11	349.13	
000052	2 MASTER METERS												
	05/24/10	326.35	P	MF200	07 00	0.00	326.35	12/31/12	183.63	40.78	40.78	224.41	
000053	6 MSTR METERS 12 3/4												
	11/29/10	1,232.64	P	MF200	07 00	0.00	1,232.64	12/31/12	693.58	154.02	154.02	847.60	
000054	10 METERS												
	05/31/11	1,322.52	P	MF200	07 00	0.00	1,322.52	12/31/12	512.81	231.35	231.35	744.16	
000055	4 METERS												
	09/06/11	449.40	P	MF200	07 00	0.00	449.40	12/31/12	174.26	78.61	78.61	252.87	
000056	18 METERS												

CUC, INC.
Depreciation Expense Report
As of December 31, 2013

Book = Tax

FYE Month = December

Sys No	In Svc Date	Acquired Value	P T	Depr Meth	Est Life	Salv/168 Allow Sec 179	Depreciable Basis	Prior Thru	Prior Accum Depreciation	Depreciation This Run	Current YTD Depreciation	Current Accum Depreciation	Key Code
Class = W2													
000057	11/07/11	1,138.06	P	MF200	07 00	0.00	1,138.06	12/31/12	441.29	199.08	199.08	640.37	
	METERS												
000060	12/04/12	385.31	P	MF200	07 00	0.00	385.31	12/31/12	55.05	94.36	94.36	149.41	
	4 METERS												
000061	05/24/13	453.68	P	MF200	07 00	0.00	453.68		0.00	64.81	64.81	64.81	
	4 METERS AND WASHERS												
000062	07/24/13	455.80	P	MF200	07 00	0.00	455.80		0.00	65.12	65.12	65.12	
	2' METERS												
000063	08/27/13	515.16	P	MF200	07 00	0.00	515.16		0.00	73.60	73.60	73.60	
	18- 3/4" METERS 8-1" METERS												
	12/12/13	2,061.70	P	MF200	07 00	0.00	2,061.70		0.00	294.53	294.53	294.53	
	Class = W2	18,206.62				0.00	18,206.62		10,295.56	2,018.59	2,018.59	12,314.15	
	Less disposals and transfers	0.00				0.00	0.00		0.00			0.00	
	Count = 0												
	Net Subtotal	18,206.62				0.00	18,206.62		10,295.56	2,018.59	2,018.59	12,314.15	
	Count = 24												
Class = W8													
000017	KAWASAKI MULE 550												
	04/29/99	6,088.95	P	MF200	05 00	0.00	6,088.95	12/31/12	6,088.95	0.00	0.00	6,088.95	s
	Class = W8	6,088.95				0.00	6,088.95		6,088.95	0.00	0.00	6,088.95	
	Less disposals and transfers	0.00				0.00	0.00		0.00			0.00	
	Count = 0												
	Net Subtotal	6,088.95				0.00	6,088.95		6,088.95	0.00	0.00	6,088.95	
	Count = 1												
Class = W9													
000034	ALUM LADDER												
	08/03/06	143.33	P	MF200	07 00	0.00	143.33	12/31/12	136.93	6.40	6.40	143.33	s
	Class = W9	143.33				0.00	143.33		136.93	6.40	6.40	143.33	
	Less disposals and transfers	0.00				0.00	0.00		0.00			0.00	
	Count = 0												
	Net Subtotal	143.33				0.00	143.33		136.93	6.40	6.40	143.33	
	Count = 1												
Grand Total													
		584,665.93				0.00	584,665.93		493,904.07	24,299.61	24,299.61	518,203.68	
	Less disposals and transfers	(53,973.00)				0.00	(53,973.00)		(53,973.00)			(53,973.00)	
	Count = 1												
	Net Grand Total	530,692.93				0.00	530,692.93		439,931.07	24,299.61	24,299.61	464,230.68	
	Count = 57												

CUC, INC.
Depreciation Expense Report
As of December 31, 2013

Book = Tax

FYE Month = December

Sys No	In Svc Date	Acquired Value	P T	Depr Meth	Est Life	Salv/168 Allow Sec 179	Depreciable Basis	Prior Thru	Prior Accum Depreciation	Depreciation This Run	Current YTD Depreciation	Current Accum Depreciation	Key Code
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Report Assumptions

Report Name: Depreciation Expense

Source Report: <Standard Report>

Calculation Assumptions:

Short Year: none

Include Sec 168 Allowance & Sec 179: No

Adjustment Convention: None

Key Codes:

- a: A depreciation adjustment amount is included in the reporting period.
- b: The asset's business-use percentage is less than 100%.
- d: The asset has been disposed.
- f: The asset has switched from a MACRS table calculation to the MACRS formula calculation.
- l: The asset's depreciation has been limited by luxury auto rules.
- m: The asset's depreciation was calculated using the mid-quarter convention.
- r: The asset's acquired value was reduced to arrive at the depreciable basis.
- s: The asset has switched from declining-balance to a straight-line.
- v: The asset has switched to remaining value over remaining life due to ACE.

Group/Sorting Criteria:

Group = Class

Include Assets that meet the following conditions:

Class

Sorted by: Class (with subtotals), System No

EXHIBIT G

Current Customer Bill Form

CUC, Inc.
99 Utility Court
Callawassie Island
Okatie, SC 29909

Due Date	Account Number
05/15/2014	1125
Amount Due	Payment Enclosed
\$ 58.80	

Please indicate amount enclosed
Please DO NOT Send Cash

ADDRESS CORRECTION REQUESTED

Make check or money order payable to:

39 Winding Oak Dr.
Okatie, SC 29909

CUC, Inc.
99 Utility Court
Callawassie Island
Okatie, SC 29909

PLEASE DETACH AND RETURN TOP PORTION WITH YOUR PAYMENT



CUC Invoice

PHONE (843) 987-2727

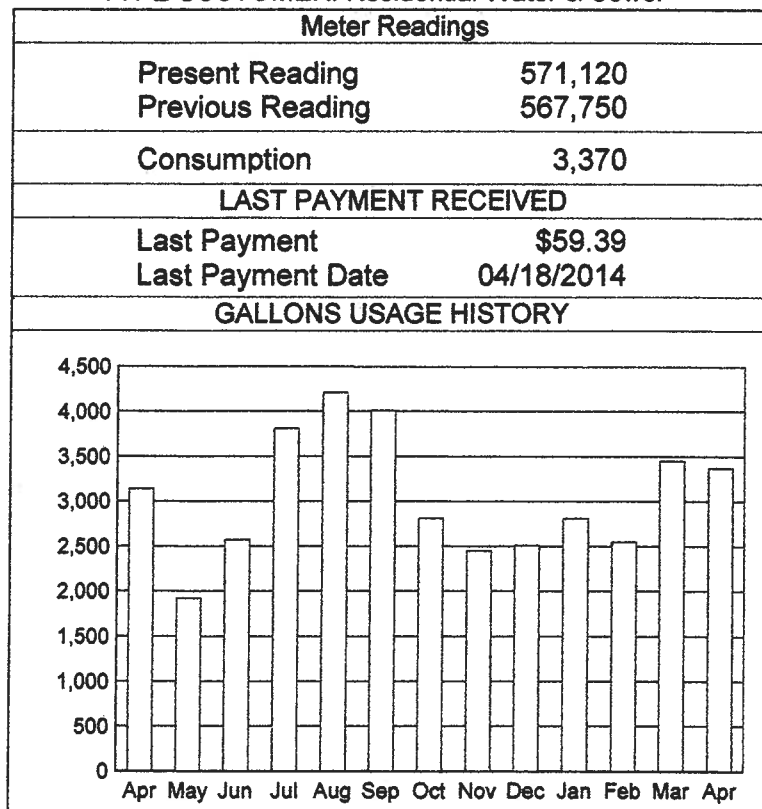
CUC, Inc.
99 Utility Court
Callawassie Island
Okatie, SC 29909

BILLING FOR: _____
LOT NO. 20C - Callawassie Island

Account Number	1125
Bill Issue Date	05/01/2014
Bill Due Date	05/15/2014

TYPE CUSTOMER: Residential Water & Sewer

Charges are for the month of April



Charges		
Water Amount	\$	29.50
Sewer Amount	\$	28.82
Safe Drinking Water Act Fee	\$.50
Pre-Payments	\$.02
Balance	\$	58.80

A schedule of the service rates is available
at the CUC office on Callawassie Island.

Notice

When you provide a check as payment, you authorize us either to use information from your check to make a one-time electronic fund transfer from your account or to process the payment as a check transaction.

EXHIBIT H

**Most Recent Approval Letter from the
South Carolina Department of Health and
Environmental Control**



Catherine B. Templeton, Director

Promoting and protecting the health of the public and the environment

June 3, 2014

Susan B. Mikell
Secretary-Treasurer
CUC, Inc.
2109 Timberlane Drive
Florence, SC 29506

RE: Spring Island Permit #ND0077828
Callawassie Island Permit #ND0062235

In the context of pursuing a rate case with the PSC and your letter of June 2, 2014, this letter serves to confirm that the two referenced land application discharge permits are valid.

Sincerely,

Jeffrey P. deBessonnet, Director
Water Facilities Permitting Division

June 2, 2014

VIA EMAIL

Jeffrey P. deBessonnet
Wastewater Permitting
SC Department of Health and Environmental Control
2600 Bull Street
Columbia, SC 29201

RE: Spring Island Permit #ND0077828
Callawassie Island Permit #ND0062235

Dear Mr. deBessonnet:

We are in the process of preparing an application to the South Carolina Public Service Commission for adjustment of rates and charges. One of the requirements for the application is a letter from South Carolina Department of Health and Environmental Control approving our systems for operation. I am herewith requesting that you confirm that CUC, Inc. has valid South Carolina Department of Health and Environmental Control permits.

If you have questions, please feel free to contact me.

Sincerely yours,

Susan B. Mikell

Susan B. Mikell
Secretary-Treasurer